# GOVERNMENT OF INDIA
# MICRO,SMALL AND MEDIUM ENTERPRISES
# LOK SABHA

STARRED QUESTION NO:117
ANSWERED ON:02.05.2016
Credit Guarantee Scheme for MSMEs
Reddy,Kotha Prabhakar

**Will the Minister of MICRO,SMALL AND MEDIUM ENTERPRISES be pleased to state:**

(a) whether the Government has, in collaboration with SIDBI, launched Credit Guarantee Fund Trust for Micro, Small and Medium Enterprises Scheme for the benefit of Micro and Small Enterprises;

(b) if so, the details and salient features thereof along with the amount sanctioned and utilised and number of persons benefited therefrom, State/UT-wise;

(c) the detail of the other such credit guarantee schemes and programmes available with the bank for micro and small entrepreneurs;

(d) whether any collaterals have to be provided for availing benefits of such schemes and if so, the details thereof?

## Answer

MINISTER OF MICRO, SMALL AND MEDIUM ENTERPRISES
(SHRI KALRAJ MISHRA)

(a)to(d): A Statement is laid on the Table of the House.

STATEMENT REFERRED TO IN REPLY TO PARTS (a) TO (d) OF THE LOK SABHA STARRED QUESTION NO.* 117 FOR ANSWER ON 02.05.2016

(a): The Ministry of Micro, Small and Medium Enterprises, Govt. of India, and Small Industries Development Bank of India (SIDBI), together have established a Trust named Credit Guarantee Fund Trust for Small Industries, now known as Credit Guarantee Fund Trust for Micro and Small Enterprises (CGTMSE), for implementing the Credit Guarantee Scheme for Micro & Small Enterprises (CGS). Since its inception, CGTMSE has facilitated easy access to credit from organized banking sector to first generation entrepreneurs in the Micro and Small Enterprises (MSE) sector. CGTMSE, in turn, provides guarantee to its registered Member Lending Institutions (MLIs) against the loans / credit facilities upto Rs. 100 lakh extended by them without taking any collateral security and / or third party guarantee.

(b): As on March 31, 2016, 23,23,673 guarantees for an amount of Rs.1,08,990.86 crore have been approved by CGTMSE since inception. The State-wise guarantees approved (no. of beneficiaries and amount of credit / loan covered) under Credit Guarantee Scheme upto the current year (as on March 31, 2016) are given at Annex.

(c): The other credit guarantee schemes and programmes available with banks wherein micro and small units are also among the beneficiaries, inter-alia, include Credit Guarantee Fund for the MUDRA Scheme in the Department of Financial Services, Ministry of Finance and Credit Enhancement Guarantee Scheme for Scheduled Castes operated by Ministry of Social Justice and Empowerment.

(d): No collateral is required for accessing loan under the Credit Guarantee Scheme.